

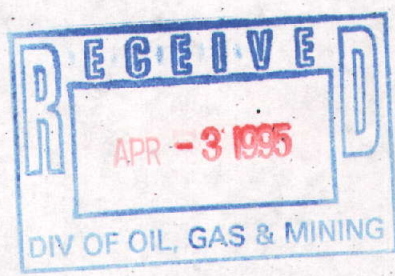
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0004

# THE WESTERN RAIL ROAD BUILDERS

A DIVISION OF THE WESTERN GROUP

P.O. Box 1544 □ Ogden, Utah 84402 □ 801-621-5311 □ Fax 801-393-7733



March 17, 1995

Lance Hale  
Geneva Steel  
10 South Geneva Road MS40  
Vineyard, Utah 84058

Dear Mr. Hale:

Pursuant to our conversation, Western Rail Road Builders would like to propose the following:

Western Rail Road Builders will dismantle and remove approximately 8,300 track feet of 90# rail and approximately 1,000 track feet of 133# rail, including all ties and accessories. All material will be loaded and removed from Geneva's property.

Western Rail Road Builders will pay Geneva Steel \$25,000.00.

I look forward to hearing from you.

Very truly yours,

David L. Durbano  
President

DLD/lcd

cc: Greg Kissel, Executive Vice President  
Al Spurlin, Construction Superintendent

0004



PERMIT 001

Scarification: 273.99 M.S.F. x \$2.45/M.S.F. = \$671.28

Slope volume requiring regrade: 7,044 cu. yd.

7,044 cu. yd. x \$1.32/cu. yd. = ~~\$9311.459,298.49~~

Seeding: 482.21 M.S.F. x \$8.67/M.S.F. = \$4180.76

Seed Cost: 11.07 acres x \$35.55/acre = \$393.54

Demolition: ~~10,000~~18,200 cubic feet x \$.19/cu. ft. =  
~~\$1900.003,458.00~~

1800 linear feet x \$0.00/lin. ft. = \$0.00

Total Cost: ~~\$16,457.03~~18,002.06

✓OK  
008



PERMIT 005

Scarification: ~~3954.78~~4676.99 M.S.F. x \$2.45/M.S.F. =  
~~\$9,689.21~~11,458.63

Slope volume requiring regrade: 13,984 cu. yd.

~~13,984~~18,442.13 cu. yd. x \$1.32/cu. yd. =  
~~\$18,458.88~~24,343.61

Mulch cover: ~~4592.53~~5314.71 M.S.F. x \$17.98/M.S.F. =  
~~\$71,106.94~~95,558.52

Seed Cost: 92.04 acres x \$30.80/acre = \$2,834.83

~~13.39~~29.97 acres x \$35.55/acre = ~~\$476.01~~1,065.43

Seeding: ~~4592.53~~5314.71 M.S.F. x \$8.67/M.S.F. =  
~~\$39,817.24~~46,078.54

Topsoil Hauling: 9,221 cu. yds. = \$5998.93  
(See haul table for specifics)

Topsoil Spreading: (1 inch/4 inch) (2,987.60 M.S.F.)  
(\$54.09/M.S.F.) = ~~\$40,399.82~~40,399.74

Security berms: 4790 linear feet x \$.16/lin. ft. = \$766.40

Demolition: ~~5000~~199,640 cu. ft. x \$.19/cu. ft. =  
~~\$950.00~~37,931.60

~~7,500~~ lin. ft. x \$0.00/lin ft. = \$0.00

Total Cost: ~~\$201,964.24~~266,436.23

OK, 002



TOTAL -- ENTIRE PROJECT

Permit 001	<del>\$16,457.03</del> 18,002.06 ✓
Permit 005	<del>184,460.00</del> 266,436.23 ✓
Permit 008	<del>309,234.15</del> 299,840.00 ✓
Permit 010	<del>36,000.17</del> 35,412.12 ✓
New Areas	<del>121,478.65</del> 118,021.96 ✓
Equipment Mobilization	<u>\$9,000.00</u>

Total Cost: ~~\$670,670.10~~ 746,712.37 ✓

Contingency @ 10% ~~\$67,067.01~~ 74,671.24

Supervision @ 10% ~~\$67,067.01~~ 74,671.24

Total: ~~\$737,693.00~~ 896,054.85

Compounded Increase in cost @ ~~1.422.01~~% over 5 year

~~\$737,693.00~~ 896,054.85 x ~~1.073051.10462~~ = ~~\$791,577.85~~ 989,800.11 ✓

ROUND TO \$990,000